Approved For Release TO 12/27 SECREST 00975 A005400270001-2

25X1

1 December 1960

Copy No. C

25X1

75

CENTRAL

INTELLIGENCE

BULLETIN



DOGUMENT NO.

HO SMANGE IN CLASS. SE

DECLASSIFIED

CLASS. CHANGEB TO: TS S &

MEXT REVIEW BATE: 2000

AUTH: HR 76-2

10 JUN 1980

25X1

25X

State Department review completed

Next 1 Page(s) In Document Exempt

Approved For Release 2003/02/27 : CIA-RDP79T0097 005400270001-2

CENTRAL PATTLIGENCE BULLETIN

1 December 1960

DAILY BRIEF

1.	THE COMMUNI	IST BLOC	

Communist China - Cuba: Communist China is backing up its all-out propaganda support for the Castro regime with large-scale trade and aid agreements—the largest it has yet concluded with a nonbloc country. Under an economic cooperation pact signed in Peiping on 30 November, the Chinese are to provide Cuba with a \$60,000,000 interest—free line of credit to be used between 1961 and 1965. In addition, the Chinese agreed to import 1,000,000 tons of Cuban sugar in 1961—the same amount the USSR is to accept annually under its five-year trade pact with Cuba. Under an agreement signed last July, Peiping was to accept up to 500,000 tons of Cuban sugar annually during the next five years. The new agreement was signed by Cuban National Bank president Che Guevara at the conclusion of his visit to Communist China.

25X1

0K

25X1

USSR-Thailand: Soviet Ambassador Nikolayev met with Thai Marshal Sarit in Bangkok on 22 November in a followup discussion to their first meeting on 31 October in which Sarit responded favorably to proposals for an improvement in Soviet-Thai relations. The more recent discussion apparently centered on the necessity to expand trade relations between the two countries. While no agreement was announced concerning a specific trade agreement, Sarit's second meeting with the Soviet ambassador within a month suggests that Moscow is seeking an increase in trade and cultural relations. Thai Foreign Minister Thanat, commenting on the meeting, said that there would be a further exchange of views on the matter.

IL ASIA-AFRICA

25X1

*Congo: The Mobutu interim government, as yet unsuccessful in its efforts to apprehend the escaped Lumumba, is considering strong measures in reaction to his disappearance and to the efforts of his followers to secure their control over Orientale Province. On 29 November, Mobutu's commissioners reportedly decided to undertake military operations against Lumumba's politico-military stronghold at Stanleyville, which has been the scene of disorders since Lumumba's escape. An attempt by Mobutu to move troops to Orientale Province would pose the threat of civil war and probably would be opposed by the UN Command.

On 29 November, after Lumumba partisans arrested and manhandled large numbers of Europeans on 28 November, the UN representative at Stanleyville requested UN aircraft with which to evacuate 1,000 Europeans. On 30 November, however, according to the US embassy, the UN reported Stanleyville "quiet", with evacuation no longer necessary.

NOFORN)

1 Dec 60

ii

252 1

25X1

III. WATCH COMMITTEE CONCLUSIONS

- A. No Sino-Soviet bloc country intends to initiate hostilities against the United States or its possessions in the immediate future.
- B. No Sino-Soviet bloc country intends deliberately to initiate direct military action against US forces abroad, US allies, or areas peripheral to the bloc in the immediate future.
- C. The situation in Laos continues in a critical phase, and general military conflict between the Phoumi and the Pathet Lao supported Souvanna Phouma forces may ensue at any time.
- D. Other developments affording increased opportunities for exploitation by the Communist bloc:

CONGO	The flight of Lumumba from Leopoldville suggests that he intends to establish a base of op-
	erations in Stanleyville and defy the authority
	of the Leopoldville government. If Lumumba
	succeeds in this course, (there are indications
	that Kasavubu intends to attack Stanleyville)
	Lumumba is likely to request material support
	(including arms) and trained technical personnel
	from (a) the radical African nationalist states
	and (b) the Sino-Soviet bloc. Both the African
	nationalist states and the bloc would probably
	feel it in their own interest to endeavor to com-
	ply with such a request.

25X1

1 Dec 60

iii

Approved For Release 2003/02/27 : CIA-RDP79T00975A005400270001-2

BEST COPY Available

Approved For Release 2003/02/27: CIA-RDP79T00975A005400270001-2

Communist China Consider Aid Pact With Cuba and Agrees to increase and de

Communist Chief is backing up its all-out propaganda campaign in favor of the Castro regime with new economic agreements to provide angible evidence of its support. Under an economic communities pact signed in Peiping on 30 November, the Chief extended a 240,000,000 ruble (\$30, - 600,000 at the present rate) interest-free line of credit to be used to supply an input ent and technical assistance between 1931 and 1965—the largest economic aid credit that Peiping has extended to a nonlinear country. In addition, China agreed to double the amount of Cuban sugar it will buy in 1961 from 500,000 to 1,000,000 tons—the same amount the Soviet Union agreed to take annually under its five-year trade pact with Cuba. The bloc now is committed to take 2, 200,000 tons of Cuba's estimated production of 5,500,000 tons in 1961.

Although no pay that arrangements have been revealed, it is possible that the Chinese agreed to the same terms as the USSN--20 percent in cash and 80 percent in barter goods. The new agreements were signed by Cuban National Bank president. Che Gusvara at the end of his visit to Communist China.

The Chinese Communists, who lavish hospitality on all vicitors, accorded exceptional attention to Guevara. Mao Tse-tung and Chou En-lai both held private talks with him, and the ambassador-designate to Cuba escorted him on a tour of the country. Peiping again drew a parallel between its history and conditions in Latin America. Asserting that Latin Americans can learn many lessons from China's example, Guevara hailed the achievements of China's communes and other social systems and forecast that Latin Americans would adopt "one of these methods or something similar" when they obtained their "liberation."

Although slow in establishing economic ties with the Cuban regime, Communist China apparently intends to make every effort to carry out its new commitments. In

Approved For lease 2003/02/27 : CIA-RDP79T0097 005400270001-2

July 1966, when he sign-Culture is a might was concluded, the Chart we agreed to take up to 500,020 tens of Cuban sugar annually during the next five years--more than double their average annual imports from number sources in the past. In vision was also made for future extension of a development credit. Since then, despite domestic food shoringes and evidence of difficulties in fulfilling trade commitments elsewhere, the Chinese have chartered a large number of Western vessels to pick up sugar in Cuba and to definer Chinese goods. Two shiploads of Chinese rice have already arrived in Havana amidst a strenuous Cuban and Chinese propaganda compaign stressing the futility of the US embargo.

25¥1

Approved For Release 2003/02/27 : CIA-RDP79T00975A005400270001-2

THE PRESIDENT

The Vice President

Executive Offices of the White House

Special Assistant for National Security Affairs

Scientific Adviser to the President

Director of the Budget

Director, Office of Civil and Defense Mobilization

Director, National Aeronautics and Space Administration

Special Assistant for Security Operations Coordination

Chairman, Board of Consultants on Foreign Intelligence Activities

Special Assistant for Foreign Economic Policy

Executive Secretary, National Security Council

The Treasury Department

The Secretary of the Treasury

The Department of State

The Secretary of State

The Under Secretary of State

The Under Secretary of State for Political Affairs

The Deputy Under Secretary of State for Political Affairs

The Deputy Under Secretary of State for Administration

The Counselor

Director, International Cooperation Administration

The Director of Intelligence and Research

The Department of Defense

The Secretary of Defense

The Deputy Secretary of Defense

Assistant Secretary of Defense for International Security Affairs

The Secretary of the Army

The Secretary of the Navy

The Secretary of the Air Force

The Chairman, The Joint Chiefs of Staff

The Director, The Joint Staff

Chief of Staff, United States Army

Chief of Naval Operations, United States Navy

Chief of Staff, United States Air Force

Commandant, United States Marine Corps

Assistant to Secretary of Defense for Special Operations

Director for Intelligence, The Joint Staff

Assistant Chief of Staff for Intelligence, Department of Army

Director of Naval Intelligence, Department of Navy

Assistant Chief of Staff, Intelligence, Department of the Air Force

Supreme Allied Commander, Europe

Commander in Chief, Pacific

The Department of Commerce

The Secretary of Commerce

Federal Bureau of Investigation

The Director

Atomic Energy Commission

The Chairman

National Security Agency

The Director

National Indications Center

The Director

Approved For Release TO 127 SECRET 0975A005 00270001-2